

Monocon Overseas Limited
Financial statements
For the year ended 31 March 2011



Company information

Company registration number:	3371095
Registered office:	Davy Road Old Denaby DONCASTER DN12 4LQ
Directors:	S Cocking M P Bajoria
Secretary:	S Cocking
Bankers:	HSBC Unit 4 Europa Court SHEFFIELD S9 1XE ICICI Bank 21 Knightsbridge LONDON SW1X 7LY
Auditors:	Grant Thornton UK LLP Statutory Auditor Chartered Accountants 2 Broadfield Court SHEFFIELD S8 0XF

Index to the financial statements

Report of the directors	1
Report of the independent auditors	2
Principal accounting policies	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6-7

Report of the directors

The directors present their report together with financial statements for the year ended 31 March 2011.

Principal activities

The company acts as a holding company to overseas investments.

Directors

The directors who served the company during the year were as follows:

S Cocking
M P Bajoria

Directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently
- make judgments and estimates that are reasonable and prudent
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each of the directors is aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The directors are responsible for the maintenance and integrity of the website. Information published on the website is accessible in many countries and legislation in the UK concerning the preparation and dissemination of Financial Statements may differ from legislation in other jurisdictions.

Report of the directors

Auditors

Grant Thornton UK LLP, having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with Section 487(2) of the Companies Act 2006 unless the company receives notice under Section 488(1) of the Companies Act 2006.

BY ORDER OF THE BOARD

A handwritten signature in black ink, appearing to be 'S Cocking', written over a horizontal line. The signature is fluid and cursive, extending to the right with a large loop.

S Cocking
Secretary
19 May 2011



Independent auditor's report to the members of Monocon Overseas Limited

We have audited the financial statements of Monocon Overseas Limited for the year ended 31 March 2011 which comprise the principal accounting policies, the profit and loss account, the balance sheet and related notes. These financial statements have been prepared under the accounting policies set out therein. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

A handwritten signature in black ink, appearing to read 'Craig Burton', written over a horizontal line.

Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
SHEFFIELD
19 May 2011

Principal accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Consolidation

The company is exempt from preparing consolidated financial statements under section 401 of the Companies Act 2006. These financial statements therefore represent information about the company as an individual undertaking and not about its group.

Investments

Investments are included at cost, less amounts written off for impairment where appropriate.

Foreign currency translation

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. All exchange differences are dealt with through the profit and loss account.

Profit and loss account

	Note	2011 £	2010 £
Operating charges		<u>(221)</u>	<u>(1,105)</u>
Operating loss		(221)	(1,105)
Other income	1	15,827	-
Interest receivable		<u>91</u>	<u>1,061</u>
Profit/(loss) on ordinary activities before taxation		15,697	(44)
Tax on profit/(loss) on ordinary activities	2	<u>(3,300)</u>	<u>-</u>
Profit/(loss) retained in the year		<u>12,397</u>	<u>(44)</u>

The above results arise from continuing activities.

There were no other recognised gains or losses other than the loss for the financial year.

The accompanying accounting policies and notes form an integral part of these financial statements.

Balance sheet

	Note	2011 £	2010 £
Fixed assets			
Investments	3	<u>7,730,285</u>	<u>5,130,400</u>
Current assets			
Debtors	4	1,985,567	1,948,656
Cash at bank and in hand		4,476	4,456
Current assets		<u>1,990,043</u>	<u>1,953,112</u>
Creditors: amounts falling due within one year	5	<u>2,624,419</u>	<u>-</u>
Net current assets		<u>(634,376)</u>	<u>1,953,112</u>
Total assets less current liabilities		<u>7,095,909</u>	<u>7,083,512</u>
Capital and reserves			
Called up share capital	6	1,000	1,000
Share premium account	7	6,148,400	6,148,400
Profit and loss account	7	<u>946,509</u>	<u>934,112</u>
Equity shareholder's funds	8	<u>7,095,909</u>	<u>7,083,512</u>

The financial statements were approved by the Directors and authorised for issue on 19 May 2011, and are signed on their behalf by:



S Cocking

Director

Company registration number: 3371095

The accompanying accounting policies and notes form an integral part of these financial statements.

Notes to the financial statements

1 Other Income

	2011	2010
	£	£
Gains on foreign exchange	<u>15,827</u>	<u>-</u>

2 Tax on profit/ (loss) on ordinary activities

The tax charge for the year is lower than the standard rate of corporation tax in the UK of 28%. The differences are explained as follows:

	2011	2010
	£	£
Profit/ (loss) on ordinary activities before tax	<u>15,697</u>	<u>(44)</u>
Profit/ (loss) on ordinary activities multiplied by standard rate of corporation tax in the UK of 21% (2010: 28%)	3,300	(12)
Effect of:		
Surrender of losses to other group companies	-	12
Current tax charge for the year	<u>3,300</u>	<u>-</u>

3 Fixed asset investments

Investments are included at cost as follows:

	Investments in subsidiary undertakings £
Cost at 1 April 2010	6,149,400
Additions	2,599,885
Cost at 31 March 2011	<u>8,749,285</u>
Amounts written off at 1 April 2010 and at 31 March 2011	<u>(1,019,000)</u>
Net book amount at 31 March 2011	<u>7,730,285</u>
Net book amount at 31 March 2010	<u>5,130,400</u>

The principal companies in which the company's interest is more than 20% are as follows:

	Nature of business	Country of incorporation	Class of share capital held	Proportion held
Mono Ceramics Inc	Refractory works	USA	Share stock	100%
Goricon LLC *	Refractory works	USA	Share stock	100%
Hofmann Ceramics LLC *	Refractory works	USA	Share stock	100%
IFGL Pymetric LLC *	Refractory works	USA	Share stock	100%
Hofmann Pymetric LLC *	Refractory works	USA	Share stock	51%
IFGL Inc *	Refractory works	USA	Share stock	100%
EI Ceramics LLC *	Refractory works	USA	Share stock	100%
CUSC Int. Ltd *	Refractory works	USA	Share stock	100%

* Held through Mono Ceramics Inc

Notes to the financial statements

4 Debtors

	2011	2010
	£	£
Amounts owed by group companies.	<u>1,985,567</u>	<u>1,948,656</u>

5 Creditors: amounts falling due within one year.

	2011	2010
	£	£
Amounts owed to group companies.	2,621,119	-
Corporation tax	3,300	-
	<u>2,624,419</u>	<u>-</u>

6 Share capital

	2011	2010
	£	£
Authorised, allotted, called up and fully paid 1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

7 Reserves

	Share premium account £	Profit and loss account £
At 1 April 2010	6,148,400	934,112
Profit for the year	-	12,397
At 31 March 2011	<u>6,148,400</u>	<u>946,509</u>

8 Reconciliation of movements in shareholder's funds

	2011	2010
	£	£
Profit/(loss) for the financial year and net (decrease)/increase in shareholder's funds	12,397	(44)
Shareholder's funds at 1 April 2010	<u>7,083,512</u>	<u>7,083,556</u>
Shareholder's funds at 31 March 2011	<u>7,095,909</u>	<u>7,083,512</u>

9 Transactions with related parties

The company has taken advantage of the exemption under the terms of FRS8 not to disclose related party transactions with entities that are part of the IFGL Refractories Limited group.

Notes to the financial statements

10 Controlling related parties

The ultimate parent undertaking of this company is IFGL Refractories Limited, a company registered in India.

Monocon International Refractories Limited, a company registered in England and Wales is the company's immediate parent company. The largest undertaking for which group accounts have been drawn up is that headed by IFGL Refractories Limited. Copies of IFGL Refractories Limited's group financial statements can be obtained from its head and corporate office at 3, Netaji Road Subhas Road, Kolkata - 700 001, India.

11 Contingent liabilities

There is a cross guarantee between Monocon International Refractories Limited, Monocon Overseas Limited, IFGL Monocon Holdings Limited and Goricon Metallurgical Services Limited on all bank borrowings with HSBC plc.